S. 1148

To allow for moderate growth of mandatory spending.

IN THE SENATE OF THE UNITED STATES

JUNE 23 (legislative day, JUNE 22), 1993

Mr. Brown (for himself, Mr. Mack, Mr. D'Amato, Mr. Smith, Mr. Simpson, and Mr. Craig) introduced the following bill; which was read twice and referred jointly pursuant to the order of August 4, 1977, to the Committees on the Budget and Governmental Affairs, with instructions that if one Committee reports, the other Committee have thirty days to report or be discharged

A BILL

To allow for moderate growth of mandatory spending.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 **SECTION 1. FINDINGS.**
- 4 The Congress finds that—
- 5 (1) mandatory spending has increased from
- 6 \$32,000,000,000 in 1962 to \$770,000,000,000 in
- 7 1993;
- 8 (2) mandatory spending now accounts for over
- 9 half of all Federal outlays, up from 30 percent in
- 10 1962;

1	(3) over the next five years, mandatory spend-
2	ing will grow by \$5,400,000,000,000 over and above
3	inflation increases and increases for new bene-
4	ficiaries;
5	(4) the Federal budget deficit, projected to ex-
6	ceed \$650,000,000,000 in 2003, will continue to ex-
7	pand unless the growth in mandatory spending is
8	brought under control; and
9	(5) the current budget process does not provide
10	adequate controls on the growth of mandatory
11	spending.
12	SEC. 2. CAP ON INCREASE IN MANDATORY SPENDING.
13	(a) In General.—Effective beginning with fiscal
14	year 1994 and fiscal years thereafter, the growth of each
15	individual mandatory program except Social Security shall
16	not exceed a level that is—
17	(1) adjusted for beneficiary and inflation
18	growth, plus
19	(2) 2 percent for fiscal year 1994 and 1 percent
20	for fiscal year 1995.
21	(b) Congressional Budget.—
22	(1) Budget resolution.—The congressional
23	budget resolution for a fiscal year shall not provide
24	mandatory funding levels that exceed levels estab-
25	lished in subsection (a).

(2) Point of order.—It shall not be in order in the Senate or the House of Representatives to consider any bill, resolution, amendment, or con-ference report if such bill, resolution, amendment, or conference report would cause mandatory funding levels to exceed levels established in subsection (a). This point of order may only be waived or suspended by a vote of three-fifths of the Members, duly chosen and sworn.

(c) Implementation.—

- (1) President's report and recommendations.—If in any fiscal year the President projects that the spending for any mandatory program will exceed the level established under subsection (a), the President shall, before April 15 of each fiscal year, recommend to the Congress legislative changes, including changes in eligibility for benefits, to address the mandatory spending overages, if any, in the prior, current, or budget year.
- (2) CONGRESS ACTS.—Within 10 days after the President's recommendations are submitted, the Congress shall make relevant changes in laws to reduce the mandatory spending to the cap levels as required under subsection (a).

1	(3) SEQUESTER.—Notwithstanding any other
2	provision of law, if the Congress fails to make such
3	changes in laws, there shall be a sequester in any
4	fiscal year to reduce spending for mandatory pro-
5	grams except Social Security if such an individual
6	program exceeded the cap levels established in sub-
7	section (a). Such sequester shall institute pro rata
8	reduction of all benefit payments made under pro-
9	grams subject to the provisions of this Act.
10	SEC. 3. DEFINITION.
11	For the purpose of this Act, the term "individual
12	mandatory program" means a program that makes pay-
13	ments to any person, business, or unit of government that
14	seeks the payments and that meets eligibility criteria es-
15	tablished by law. The term includes—
16	(1) Farm Price Supports;
17	(2) Family Social Services-Foster Care and
18	Adoption Assistance;
19	(3) Guaranteed Student Loan Program;
20	(4) Medicaid;
21	(5) Hospital Insurance;
22	(6) Supplemental Medical Insurance;
23	(7) Railroad Retirement;
24	(8) Civil Service Pensions;
25	(9) Military Pensions;

1	(10) Unemployment Compensation;
2	(11) Child Nutrition Program;
3	(12) Supplemental Security Income;
4	(13) Family Support Pay;
5	(14) Veteran's Compensation and Pensions;
6	(15) Food Stamps;
7	(16) Housing Assistance;
8	(17) Vocational Rehabilitation;
9	(18) Readjustment Benefits;
10	(19) FDIC and FSLIC; and
11	(20) other mandatory spending programs under
12	categories established by the Congressional Budget
13	Office.

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